# BEFORE THE TENNESSEE REGULATORY AUTHORITY AT NASHVILLE, TENNESSEE

May 18, 2004		
IN RE:	)	
PETITION OF TENNESSEE WASTEWATER	)	DOCKET NO.
SYSTEMS, INC. TO EXPAND ITS SERVICE AREA	)	04-00054
TO INCLUDE A PORTION OF GILES COUNTY,	)	
TENNESSEE KNOWN AS WALNUT GROVE	)	

## ORDER APPROVING PETITION TO AMEND CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

This matter came before Director Pat Miller, Director Sara Kyle and Director Ron Jones of the Tennessee Regulatory Authority (the "Authority"), the voting panel assigned to this docket, at a regularly scheduled Authority Conference held on March 22, 2004 to consider the Petition (the "Petition") of Tennessee Wastewater Systems, Inc. ("Tennessee Wastewater" or the "Company") to amend its Certificate of Public Convenience and Necessity ("CCN") to expand its service area to include Walnut Grove in Giles County, Tennessee

#### **Legal Standard for Granting CCN**

No public utility is permitted to begin construction or operation of a new utility facility or service before obtaining the approval of the TRA. The procedure for obtaining such approval is outlined in Tenn. Code Ann. § 65-4-201(a), which reads in pertinent part as follows:

No public utility shall establish or begin the construction of, or operate any line, plant, or system, or route in or into a municipality or other territory already receiving a like service from another public utility, or establish service therein, without first having obtained from the authority, after written application and hearing, a certificate that the present or future public convenience and necessity require or will require such construction, establishment, and operation, and no person or corporation not at the time a public utility shall commence the construction of any plant, line, system or route to be operated as a public utility, or the operation of which would constitute the

same, or the owner or operator thereof, a public utility as defined by law, without having first obtained, in like manner, a similar certificate . . .

#### **Background**

On April 6, 1994, Tennessee Wastewater<sup>1</sup> received a CCN in Docket No. 93-09040 from the Tennessee Public Service Commission to provide wastewater service to the Oakwood Subdivision in Maury County. Since that time, through various other dockets, the Company has been granted approval to expand its service territory to include other areas in Tennessee.

#### **Petition to Amend CCN**

On February 19, 2004, Tennessee Wastewater filed a Petition to amend its CCN to expand its service area to include Walnut Grove. A map showing the area to which the Company proposes to extend service is attached to its Petition. Tennessee Wastewater filed a rate schedule with its Petition in this docket which states that the commercial rates for Walnut Grove will be as follows:

Total monthly charge	\$35.11	
Non-payment fee	5% of monthly charge	
Disconnection fee	\$10	
Reconnection fee	\$15	
Returned check fee	\$20	
Access fee	\$84/year	

This rate schedule comports with the rate schedule approved by the TRA in Docket No. 99-00393.

In its Petition, Tennessee Wastewater contends that neither Giles County nor the Tarpley Shop Utility District have the desire to provide wastewater service to Walnut Grove In support of this contention, Tennessee Wastewater submitted a letter dated October 7, 2003 from Janet P. Vanzant, Giles County Mayor, stating that Giles County does not desire and has no plans to provide sewer service to Walnut Grove. Tennessee Wastewater also submitted a November 7, 2003 letter from Ed T. Perry, Jr., President of Tarpley Shop Utility District, stating that it does not plan to provide sewer services to Walnut Grove.

<sup>&</sup>lt;sup>1</sup> Tennessee Wastewater Systems, Inc was formerly known as On-Site Systems, Inc This name change was effected by Order dated February 19, 2004 (Docket No 03-00518)

### March 22, 2004 Authority Conference

The Directors of this voting panel considered the Petition of Tennessee Wastewater at the regularly scheduled Authority Conference held on March 22, 2004. During the Conference the panel voted unanimously to approve the Petition.

#### IT IS THEREFORE ORDERED THAT:

- 1. The Petition of Tennessee Wastewater Systems, Inc. to amend its Certificate of Public Convenience and Necessity to expand its service area to include Walnut Grove in Giles County, Tennessee, as shown in the map attached to the Petition, is approved.
- 2. Tennessee Wastewater's rates for wastewater service to Walnut Grove shall be as listed in the rate schedule filed with the Petition of Tennessee Wastewater Systems, Inc. and as set forth in this Order.

Pat Miller, Director

Sara Kyle, Director

Ron Jones, Dir